1441 Main Street, Suite 300 Columbia, SC 29201



Main Line: (803) 737-0800 Legal Department: (803) 737-0877

FLORENCE P. BELSER GENERAL COUNSEL

VIA EFILING AND HAND DELIVERY

June 27, 2007

Mr. Charles L.A. Terreni Chief Clerk/Administrator South Carolina Public Service Commission 101 Executive Center Dr., Suite 100 Columbia, SC 29210

Re: Petition of the Office of Regulatory Staff for a Declaratory Order Against Stan Brown d/b/a Water Head, LLC Requiring Certification as a Water Utility And the

Posting of a Performance Bond PSC Docket No.: 2007-64-WS

Enclosed for filing please find the original and one (1) copy of the Explanatory Brief and Joint Motion for Settlement Hearing and Adoption of Settlement Agreement in the above referenced docket.

Please note that the attached documents are exact duplicates, with the exception of the form of the signature, of the e-filed copy submitted to the Commission in accordance with its electronic filing instructions.

Please date stamp the one extra copy for our office and return it to me via our courier and do not hesitate to let me know if you have any questions.

Sincerely,

effrey M. Nelson

JMN/pjm Enclosures

BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2007-64-W/S

IN RE: Petition of the Office of Regulatory)	
Staff for a Declaratory Order)	
Against Stan Brown d/b/a)	EXPLANATORY BRIEF AND JOINT
Water Head, LLC, Requiring)	MOTION FOR SETTLEMENT
Certification as a Water Utility)	HEARING AND ADOPTION OF
And the Posting of a Performance)	SETTLEMENT AGREEMENT
Bond.)	

The South Carolina Office of Regulatory Staff ("ORS") and Stan Brown d/b/a Water Head, LLC, ("Brown") (collectively "the Parties") pursuant to 26 S.C. Code Ann. Regs. 103-840, the Settlement Policies and Procedures established by the Public Service Commission of South Carolina ("the Commission"), revised June 13, 2006, and other applicable statutes, rules and regulations, hereby file this Explanatory Brief and Joint Motion to establish a settlement hearing in the above-captioned proceeding and for approval of the Settlement Agreement filed herewith. In support of this Joint Motion, the Parties state as follows:

- 1. On or about February 21, 2007, ORS filed a Petition for an Order Requiring Certification as a Water Utility and the Posting of a Performance Bond against Brown regarding his operation of a public water system (PWS #3970300) providing water service to residential and commercial customers in the Rock at Jocassee subdivision in Pickens County, South Carolina. ORS and Brown are the only parties of record in this matter.
- 2. Brown has determined that his interests, and ORS has determined that the public interest, would best be served by stipulating to a comprehensive settlement of all issues pending in the above-captioned proceeding. The agreement detailing the terms and conditions of the

settlement is provided herewith as Attachment "A". The proposed witness to be presented to support the settlement is Willie J. Morgan. The basis and rationale for the settlement is set forth in the proposed settlement testimony of Mr. Morgan, a copy of which is attached as Exhibit "A" to Attachment "A". If the Parties' Settlement Agreement is approved, the Company would continue to charge a flat rate of \$22.00 per month to its customers pending the application for certification and approval of rates and charges required in the Settlement Agreement.

- 3. Currently, the hearing in this matter is scheduled for August 9, 2007. In order to present the merits of the Settlement Agreement to the Commission, the Parties jointly move that the Commission commence a settlement hearing on August 9, 2007.
- 4. The Parties submit that the Settlement Agreement produces a schedule for the filing by Brown of Petitions for the establishment of rates and charges and certification and jurisdiction by the Commission over his operations which are in the public interest and temporarily leaves in place rates and charges which are reasonable for the customers of the system.

WHEREFORE, having fully set forth their Explanatory Brief and Joint Motion, the Parties request that the Commission 1) permit the Parties to present the merits of the Settlement Agreement on August 9, 2007, and 2) issue an order approving the Parties' Settlement Agreement as just, fair and reasonable.

[SIGNATURES ON FOLLOWING PAGE]

WE SO MOVE:

Representing the Office of Regulatory Staff

Nelson, Esquire

South Carolina Office of Regulatory Staff Fost Office Box 11263

1441 Main Street (Suite 300)

Columbia, SC 29211

Phone: (803) 737-0823 (803) 737-0895 Fax:

E-mail: jnelson@regstaff.sc.gov

WE SO MOVE:

Representing Stan Brown d/b/a Water Head, LLC

Robert T. Bockman, Esquire McNair Law Firm, P.A.

Post Office Box 11390

Columbia, SC 29211 Phone: (803) 799-9800

Fax: (803) 753-3219

Email: bbockman@mcnair.net

BEFORE

THE PUBLIC SERVICE COMMISSION

OF SOUTH CAROLINA

DOCKET NO. 2007-64-WS

IN RE:	
Petition of the Office of Regulatory Staff for)	
a Declaratory Order Against Stan Brown)	
d/b/a Water Head, LLC Requiring)	CERTIFICATE OF SERVICE
Certification as a Water Utility And the)	
Posting of a Performance Bond)	

This is to certify that I, Pamela J. McMullan, have this date served one (1) copy of the **Explanatory Brief and Joint Motion for Settlement Hearing and Adoption of Settlement Agreement** in the above-referenced matter to the person(s) named below by causing said copy to be deposited in the United States Postal Service, first class postage prepaid and affixed thereto, and addressed as shown below:

Robert T. Bockman, Esquire McNair Law Firm, PA Post Office Box 11390 Columbia, SC 29211

> Stan Brown 171 Sliding Rock Rd. Pickens, SC 29671

> > Pamela J. McMullan

June 27, 2007 Columbia, South Carolina